

TEACHERS' RETIREMENT BOARD

HEALTH BENEFITS COMMITTEE

SUBJECT: Legislative Update

ITEM NUMBER: 5

ATTACHMENT(S): 1

ACTION:

MEETING DATE: July 13, 2000

INFORMATION: X

PRESENTER: Ed Derman

SUMMARY

Attached is summary of related health benefits legislation. Mr. Derman will provide a verbal update at the meeting.

CALIFORNIA STATE TEACHERS' RETIREMENT SYSTEM
LEGISLATIVE SUMMARY - HEALTH BENEFITS COMMITTEE
1999-2000 Regular Session-June 21, 2000

[illegible]

AB 2383 AUTHOR: Assembly Member Keeley
 TITLE: CalSTRS support of district health programs/Part-time
 participation in CalPERS healthcare program
 AMENDED: 5/26/00
 LOCATION: Senate PE&R
 BOARD POSITION: Pending

SUMMARY: Requires CalSTRS to credit against employer contributions the cost incurred by the employer to provide health care benefits for retirees for the next ten years. The amount credited could not exceed \$2 billion over 10 years. Expands eligibility under the Public Employees Medical and Hospital Care Act (PEMCHA) administered by CalPERS to authorize contracting agencies and school employers to include certain employees who work less than half time, as specified, for coverage under PEMCHA.

COSTS: Benefit program – \$2 billion cost over 10 years.
 Administrative – \$250,000 annually.

P – None known

0 – None known

SB 1435 AUTHOR: Senator Johnston
 TITLE: Payment of Medicare Part A premiums for CalSTRS members
 LOCATION: Not yet assigned in Assembly
 BOARD POSITION: Sponsor*

SUMMARY: Increases allowances paid to retired members by the amount of the Medicare Part A premium if the member is not eligible for Medicare Part A coverage on a premium free basis.

COSTS: Benefit program – Total costs of \$1,237 million over 15 years.
 Administrative – One-time costs of \$500,000 and ongoing costs of \$270,000.

P – CalSTRS (Sponsor)

0 – None known

LEGEND OF ABBREVIATIONS

P = PROPONENTS O = OPPONENTS

<u>ABBREVIATION</u>	<u>ORGANIZATION</u>
AARP	American Association of Retired Persons, State Legislative Committee
AALA	Associated Administrators of Los Angeles
ACCCA	Association of California Community College Administrators
ACSA	Association of California School Administrators
AFSCME	American Association of State, County and Municipal Employees
AFT	American Federation of Teachers
AGENCY	State and Consumer Services Agency
A.R.E.	Association of Retirees for Equity
ART	Association of Retired Teachers
BOE	Board of Equalization
BOG	Board of Governors, California Community Colleges
Cal-Tax	California Taxpayers Association
CalPERS	California Public Employees Retirement System
CalPIRG	California Public Interest Research Group
CalSTRS	California State Teachers' Retirement System
CAPE	California Alliance for Pride and Equality
CASBO	California Association of School Business Officers
CCA	Community College Association
CCAE	California Council for Adult Education
CCC	California Community Colleges
CCPOA	California Correctional Peace Officers Association
CFA	California Faculty Association
CFT	California Federation of Teachers
CNEC	California Network of Educational Charters
CPCA	California Police Chiefs' Association
CPFFA	California Professional Firefighters Association
CRTA	California Retired Teachers Association
CSAC	California State Association of Counties
CSBA	California School Boards Association
CSEA	California School Employees Association
CSL	California Senior Legislature
CSU	California State University
CTA	California Teachers Association
DOE	Department of Education
DOF	Department of Finance
DGS	Department of General Services
DPA	Department of Personnel Administration
FACCC	Faculty Association of California Community Colleges
F.A.I.R.	Faculty Attempting to Improve Retirement
FCPHE	Faculty Coalition for Public Higher Education

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ABBREVIATION

ORGANIZATION

FTB	Franchise Tax Board
LADSA	Los Angeles Deputy Sheriffs' Association
LAUSD	Los Angeles Unified School District
OCDE	Orange County Department of Education
PARS	Public Agency Retirement System
PERF	Public Employees Retirement Fund
PORAC	Peace Officers Research Association of California
RPEA	Retired Public Employees Association
SACRS	State Association of County Retirement Systems
SBMA	Supplemental Benefit Maintenance Account
SDCOE	San Diego County Office of Education
SEIU	Service Employees International Union
SLC	State Lands Commission
SSC	School Services of California
SSDA	Small School Districts' Association
START	State Teachers' Automation Redesign Team
TRB	Teachers' Retirement Board
TRF	Teachers' Retirement Fund
TRL	Teachers' Retirement Law
UTLA	United Teachers of Los Angeles

STANDING COMMITTEES OF THE ASSEMBLY/SENATE

Assembly PER&SS	Assembly Public Employees, Retirement and Social Security
Senate PE&R	Senate Public Employment and Retirement